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(48)

December 11, 1962

WASHIRGTON EMBASSY REPORTS BE EVENTS IN CUPA

Bebassy report dated November 10 stated that:

1) Fidel and Raul Castro are spending most of their time in Oriente Province. Daily business of government is handled principally by President Dortices, assisted by Carlos Rafael Rodriguez and Emilio Aragenes. Aragenes (who is old July 26 Movement supporter of Castro) has reportedly replaced the banished Anibal Escalante as Organizational Secretary of the Integrated Revolutionary Organizations (ORI). Redrigues is increasingly a key figure within government. His designation to head up delegation now in Moseow to negotiate new economic agreements with USSR bespeaks his importance to Cuban regime.

Strong group within regime headed by Che Guevara and Labor Minister Martines said be seeking inject new life into revolution and actively to promote its exports to Latin America.

Revivified July 25 Hovement of Fidel Castro appears to be based on core of Castro supporters in University of Habana. New core said have objective of excluding communism from the Cuban regime. Embassy believes that new acts on part of July 26 Movement can be expected shortly.

Further group within regime centered in Foreign Ministry appears to be making plans for a shift in Cuban policy from its present position toward position "positive neutralism".

2) Delegation from National Bank reported left recently for Moscow nagotiate modifications of Cuban obligations for the export of sugar to Soviet Union. Soviet acquiescence make available to Cuba greater total sugar for export to free World.

4) Relations

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Comment (acat'd)

- h) Halations between East Cermany and Cubs show little change. Cuban regime does not want to isolate itself further and will not break relations with West Germany and establish formal diplomatic relations with East Germany. Chief East German trade relation is usually accorded the same privileges as do the Ambassadors as further move to avoid recognition.
- 5) Chinese Communist and Albanian affairs have been given good deal of play in the press. Cabans have amounced the opening Albanian exhibition. High Chicom official will represent China at the December National Culture Congress. Other communist countries are reportedly not sending ranking officials.

Mikeyan was reportedly angry at increased Cuban contacts with the Chicoms and Albania.

6) Express expects Cuban renewal of political and ideological action within a time one the regime has overcome present internal difficulties.